

Agency Legislative Budget

The following table summarizes the total legislative budget for the agency by year, type of expenditure, and source of funding.

Agency Legislative Budget								
Budget Item	Base Budget Fiscal 2006	PL Base Adjustment Fiscal 2008	New Proposals Fiscal 2008	Total Leg. Budget Fiscal 2008	PL Base Adjustment Fiscal 2009	New Proposals Fiscal 2009	Total Leg. Budget Fiscal 2009	Total Leg. Budget Fiscal 08-09
FTE	59.59	0.25	1.30	61.14	0.25	1.30	61.14	61.14
Personal Services	2,241,960	480,078	185,389	2,907,427	475,378	310,687	3,028,025	5,935,452
Operating Expenses	1,114,498	34,761	159,541	1,308,800	23,332	105,541	1,243,371	2,552,171
Equipment	7,304	1,023	30,000	38,327	1,600	0	8,904	47,231
Grants	78,861	0	0	78,861	0	0	78,861	157,722
Transfers	50,503	0	0	50,503	0	0	50,503	101,006
Total Costs	\$3,493,126	\$515,862	\$374,930	\$4,383,918	\$500,310	\$416,228	\$4,409,664	\$8,793,582
General Fund	2,010,433	338,406	404,270	2,753,109	304,298	402,830	2,717,561	5,470,670
State/Other Special	90,381	(2,268)	1,695	89,808	(2,241)	3,792	91,932	181,740
Federal Special	535,304	69,653	15,629	620,586	72,663	35,771	643,738	1,264,324
Proprietary	857,008	110,071	(46,664)	920,415	125,590	(26,165)	956,433	1,876,848
Total Funds	\$3,493,126	\$515,862	\$374,930	\$4,383,918	\$500,310	\$416,228	\$4,409,664	\$8,793,582

Agency Description

The Montana Historical Society (MHS), authorized by Title 22-3-101, MCA, exists for the use, learning, culture, and enjoyment of the citizens of, and visitors to, the State of Montana. The society acquires, preserves, and protects historical records, art, documents, photographs, museum objects, historical places, sites, and monuments. The society maintains a library and archives and a historical museum, provides educational programs and services for teachers and the general public, and publishes the state historical magazine and newsletter. The society also administers preservation and antiquities acts, supports commissions with state historical orientation, and provides technical assistance to all Montana museums, historical societies, preservation programs, and owners of historic resources.

Agency Highlights

Montana Historical Society Major Budget Highlights	
♦	The majority of the increases to MHS maintain current operations, primarily statewide present law adjustments
♦	New proposals include a museum assistant registrar position to assist with the museum collections, increased support for the Western History Magazine, and increased funding each year of the biennium for various services within the MHS

Summary of Legislative Action

The legislature approved a budget \$1.5 million higher over the biennium than the 2007 biennial budget. The majority of the increases are due to present law adjustments including \$1.2 million in personal services increases partially offset by vacancy savings and \$0.3 million in increases related to the pay plan included in House Bill 13 of the 2007 regular session. The legislature also provided for computer replacements and increased support for the Historic Preservation Office.

The executive included language in HB 2 of the 2007 special session stating it was the intent of the legislature that the Department of Commerce use lodging facility use taxes to fund a portion of historical interpretation and the costs of the Sriver collection, including costs of \$454,963 in FY 2008 and \$458,310 in FY 2009. The legislature did not include the language in HB 2 as it was determined the language was not appropriate for inclusion in HB 2. However, the legislature approved the inclusion of the recommendation in the narrative prepared by the Legislative Fiscal Division with the amounts as proposed.

The legislature also approved increasing the federal indirect cost revenues in the Administration Program and reducing the federal revenues in the Historic Preservation Program to align the federal revenues into the correct programs. In FY 2006 MHS did not recover the full amount of federal indirect cost revenue in the Administration Program. This resulted in an understatement of federal indirect cost revenues for the 2009 biennial budget in the Administration Program and an overstatement of federal revenues in the Historic Preservation Program. The legislature also adjusted the amount of general fund in each program to offset the increased or decreased federal revenues. In addition, the legislature reduced the total amount of federal revenue to align the appropriations with the anticipated grant amounts.

The legislature approved several new proposals to increase general fund support of various programs throughout MHS. They included a new proposal to support 1.30 FTE by providing \$106,000 in general fund over the biennium in the Museum Program. The positions will assist in cataloguing the museum collections, last fully inventoried in 1985, onto a single museum software program. The Publications Program received \$84,866 in additional general fund to support personal service costs for an editor and business manager. The legislature also provided the Historic Preservation Program with \$60,522 in general fund over the biennium to support an additional 0.25 FTE, offset additional costs for the state antiquities database, and pay the costs of the State Preservation Review Board.

Finally, the legislature provided an additional \$100,000 each year of the biennium to the MHS to assist with various program costs. The costs include:

- Research services to digitize documents, diaries, and maps for the website
- Historic preservation assistance in various Montana towns
- New software and newsletter for membership services
- Upgraded design and fabrication studio for exhibit services
- Maintenance costs relating to the Original Governor's Mansion and the Moss Mansion

Funding

The following table summarizes funding for the agency, by program and source, as adopted by the legislature. Funding for each program is discussed in detail in the individual program narratives that follow.

Total Agency Funding 2009 Biennium Budget						
Agency Program	General Fund	State Spec.	Fed Spec.	Proprietary	Grand Total	Total %
01 Administration Program	\$ 2,528,040	\$ 175,496	\$ 264,510	\$ 786,638	\$ 3,754,684	42.70%
02 Research Center	1,744,240	5,248	-	149,648	1,899,136	21.60%
03 Museum Program	691,928	996	-	21,153	714,077	8.12%
04 Publications Program	186,412	-	-	909,409	1,095,821	12.46%
06 Historic Preservation Program	320,050	-	999,814	10,000	1,329,864	15.12%
Grand Total	<u>\$ 5,470,670</u>	<u>\$ 181,740</u>	<u>\$ 1,264,324</u>	<u>\$ 1,876,848</u>	<u>\$ 8,793,582</u>	100.00%

Other Legislation

House Bill 4 of the May 2007 Special Session authorized \$30 million in donations and grant authority for the Montana Historical Society to construct a new historical society building. The 2005 Legislature appropriated \$7.5 million in bond proceeds to purchase the Capital Hill mall in Helena for a new museum. In February 2007, the Board of Trustees of the Montana Historical Society authorized the Department of Administration to offer up to \$7 million to the mall's owners. As of June 2007, there has been no response to the offer. Currently, a portion of the funds are to be used to pay for the architect's fee to evaluate five potential building sites for the new building including the mall.

House Bill 9 provided MHS with \$30,000 of cultural and aesthetic grant funds for the care and conservation of the capitol complex artwork. In addition, HB 9 appropriated \$7,000 to MHS for identifying African-American heritage resources statewide.

Executive Budget Comparison

The following table compares the legislative budget in the 2009 biennium to the budget requested by the Governor, by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Base Budget Fiscal 2006	Executive Budget Fiscal 2008	Legislative Budget Fiscal 2008	Leg – Exec. Difference Fiscal 2008	Executive Budget Fiscal 2009	Legislative Budget Fiscal 2009	Leg – Exec. Difference Fiscal 2009	Biennium Difference Fiscal 08-09
FTE	59.59	61.14	61.14	0.00	61.14	61.14	0.00	
Personal Services	2,241,960	2,793,885	2,907,427	113,542	2,802,002	3,028,025	226,023	339,565
Operating Expenses	1,114,498	1,187,162	1,308,800	121,638	1,171,737	1,243,371	71,634	193,272
Equipment	7,304	8,327	38,327	30,000	8,904	8,904	0	30,000
Grants	78,861	78,861	78,861	0	78,861	78,861	0	0
Transfers	50,503	50,503	50,503	0	50,503	50,503	0	0
Total Costs	\$3,493,126	\$4,118,738	\$4,383,918	\$265,180	\$4,112,007	\$4,409,664	\$297,657	\$562,837
General Fund	2,010,433	2,493,679	2,753,109	259,430	2,468,391	2,717,561	249,170	508,600
State/Other Special	90,381	88,116	89,808	1,692	88,143	91,932	3,789	5,481
Federal Special	535,304	633,221	620,586	(12,635)	636,232	643,738	7,506	(5,129)
Proprietary	857,008	903,722	920,415	16,693	919,241	956,433	37,192	53,885
Total Funds	\$3,493,126	\$4,118,738	\$4,383,918	\$265,180	\$4,112,007	\$4,409,664	\$297,657	\$562,837

The main difference between this between the legislative budget and the executive budget request result from:

- \$28,211 less in federal special revenue appropriations each year of the biennium to align the authority with the grant amounts
- Increases of \$19,273 in the Museum Program base to offset an error in the calculation of the amount funded using lodging use facility tax transferred from the Department of Commerce
- Reductions in the motor pool rate from the rate recommended by the executive
- \$100,000 in general fund appropriations each year of the biennium to support various programs within the MHS
- Inclusion of the 2009 biennium pay plan (HB 13) and increases retirement costs for employers (HB 131)

Language

The legislature requested the following language be included in the narrative prepared by LFD:

“It is the intent of the legislature that the Department of Commerce use lodging facility use taxes to fund \$454,963 in fiscal year 2008 and \$458,310 in fiscal year 2009 for the Montana historical society. This would be expended as follows:

Historical Interpretation	\$316,527	\$316,527
Scriver Collection	\$138,436	\$141,783”

Program Legislative Budget

The following table summarizes the total legislative budget for the agency by year, type of expenditure, and source of funding.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2006	PL Base Adjustment Fiscal 2008	New Proposals Fiscal 2008	Total Leg. Budget Fiscal 2008	PL Base Adjustment Fiscal 2009	New Proposals Fiscal 2009	Total Leg. Budget Fiscal 2009	Total Leg. Budget Fiscal 08-09
FTE	19.74	0.00	0.00	19.74	0.00	0.00	19.74	19.74
Personal Services	860,323	107,255	32,877	1,000,455	108,944	73,963	1,043,230	2,043,685
Operating Expenses	702,374	60,789	70,000	833,163	45,462	100,000	847,836	1,680,999
Equipment	0	0	30,000	30,000	0	0	0	30,000
Total Costs	\$1,562,697	\$168,044	\$132,877	\$1,863,618	\$154,406	\$173,963	\$1,891,066	\$3,754,684
General Fund	1,014,730	60,719	187,460	1,262,909	32,428	217,973	1,265,131	2,528,040
State/Other Special	83,878	1,113	1,695	86,686	1,140	3,792	88,810	175,496
Federal Special	55,300	75,319	1,011	131,630	75,319	2,261	132,880	264,510
Proprietary	408,789	30,893	(57,289)	382,393	45,519	(50,063)	404,245	786,638
Total Funds	\$1,562,697	\$168,044	\$132,877	\$1,863,618	\$154,406	\$173,963	\$1,891,066	\$3,754,684

Program Description

The Administration Program provides supervision, administration, and coordination of the five programs in the Montana Historical Society. Program staff is responsible for the management, planning, direction, and leadership of the society. Activities include public information, payroll/personnel, fund raising, financial reporting, business management, security, building management, community outreach, historic research, and historic interpretation.

Program Highlights

Administration Program Major Budget Highlights	
♦	Present law increases for the Administration Program included funding for statewide present law adjustments and computer replacements
♦	New proposals were approved to switch funding of \$63,370 in proprietary funds to general fund and to provide \$100,000 in general fund to support various services within MHS

Program Narrative

During the 2007 biennium the membership program for the Montana Historical Society (MHS) was moved from the Publications Program to the Administration Program. The mailing lists for the membership program were revised and increased, increasing the mailing costs. The Administration Program absorbed the almost \$11,000 increase in postage and mailing costs by reducing other costs within the program.

This program includes the Sites and Signs Program, which is funded through a statutory appropriation from the lodging facility use tax and provides installation and roadside historical signs and historic sites including National Register signs. \$162,136 in FY 2008 and \$162,406 in FY 2009 is statutorily appropriated for this program.

Funding

The following table shows program funding, by source, for the base year and for the 2009 biennium as adopted by the legislature.

Program Funding Table Administration Program						
Program Funding	Base FY 2006	% of Base FY 2006	Budget FY 2008	% of Budget FY 2008	Budget FY 2009	% of Budget FY 2009
01000 Total General Fund	\$ 1,014,730	64.9%	\$ 1,262,909	67.8%	\$ 1,265,131	66.9%
01100 General Fund	1,014,730	64.9%	1,262,909	67.8%	1,265,131	66.9%
02000 Total State Special Funds	83,878	5.4%	86,686	4.7%	88,810	4.7%
02007 Accommodations Tax	-	-	(1)	0.0%	(1)	0.0%
02041 Mt Hist. Society Donations	83,878	5.4%	86,687	4.7%	88,811	4.7%
03000 Total Federal Special Funds	55,300	3.5%	131,630	7.1%	132,880	7.0%
03021 Historic Sites Preservation	55,300	3.5%	131,630	7.1%	132,880	7.0%
06000 Total Proprietary Funds	408,789	26.2%	382,393	20.5%	404,245	21.4%
06071 Merchandise - Historical Soc	250,419	16.0%	287,393	15.4%	309,245	16.4%
06073 Historical Society Management	158,370	10.1%	95,000	5.1%	95,000	5.0%
Grand Total	\$ 1,562,697	100.0%	\$ 1,863,618	100.0%	\$ 1,891,066	100.0%

The program is funded with a combination of general fund, state special revenue funds from donations, federal funds generated through indirect cost recovery, and proprietary funds from museum entrance fees and merchandise sales.

The Administration Program had been charging administrative fees to various other programs within the Montana Historical Society including the Lewis & Clark Commission, the Old Governor's Mansion, and the Montana heritage project. The fees were deposited in the proprietary fund and used to support the program. The Legislative Audit Division (LAD) determined the program was unable to provide support for the amount of fees charged and that the proprietary fund was not the appropriate fund for the program to record the fees. The Montana Historical Society concurred with the audit recommendation and no longer charges the fees to the Old Governor's Mansion program. The other programs are no longer operating. The amount of the fees recorded in the proprietary fund in FY 2006 was \$50,900. The legislature approved the elimination of these funds and increased the general fund to the Administration Program.

LAD determined that the Administration Program did not fully recover indirect costs to the fullest extent possible under the federal grant agreement funding the State Historic Preservation Office. The legislature increased the federal indirect cost appropriation by \$74,125 in this program and reduced general fund by a like amount to correct the exclusion of the recovered indirect costs in the 2006 base.

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget approved by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments											
-----Fiscal 2008-----						-----Fiscal 2009-----					
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds	
Personal Services					147,572					149,329	
Vacancy Savings					(40,317)					(40,385)	
Inflation/Deflation					2,089					2,143	
Fixed Costs					39,519					24,139	
Total Statewide Present Law Adjustments					\$148,863						\$135,226
DP 2 - Computer Replacement											
	0.00	19,200	0	0	19,200	0.00	19,200	0	0	19,200	
DP 6015 - State Motor Pool Rate Change											
	0.00	(12)	(1)	(6)	(19)	0.00	(13)	(1)	(6)	(20)	
Total Other Present Law Adjustments											
	0.00	\$19,188	(\$1)	(\$6)	\$19,181	0.00	\$19,187	(\$1)	(\$6)	\$19,180	
Grand Total All Present Law Adjustments					\$168,044						\$154,406

DP 2 - Computer Replacement - The legislature increased support for the Administration Program by \$19,200 of general fund and restricted the appropriation to computer replacement.

DP 6015 - State Motor Pool Rate Change - The funding for vehicle rentals and leases from the State Motor Pool was reduced from the level requested by the Governor.

New Proposals

New Proposals										
-----Fiscal 2008-----						-----Fiscal 2009-----				
Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 10 - Additional MHS Services Allocation										
01	0.00	100,000	0	0	100,000	0.00	100,000	0	0	100,000
DP 21 - Restoring base expenditures										
01	0.00	63,370	0	0	0*	0.00	63,370	0	0	0*
DP 6013 - 2009 Biennium Pay Plan - HB 13										
01	0.00	23,300	1,648	986	31,541*	0.00	53,763	3,743	2,234	72,447*
DP 6014 - Retirement Employer Contributions - HB 131										
01	0.00	790	47	25	1,336*	0.00	840	49	27	1,516*
Total	0.00	\$187,460	\$1,695	\$1,011	\$132,877*	0.00	\$217,973	\$3,792	\$2,261	\$173,963*

DP 10 - Additional MHS Services Allocation - The legislature included \$100,000 general fund in each year of the biennium for digitization of documents, diaries, and maps, maintenance funding for the Original Governor's Mansion and the Moss Mansion, new software for membership services, historic preservation assistance, and an upgraded design and fabrication studio for exhibit services.

DP 21 - Restoring base expenditures - The legislature approved increases to general fund to support base expenditures in the Administration Program by \$63,370 in FY 2008 and \$63,370 in FY 2009 to offset reductions in entrance fees and the Lewis & Clark Bicentennial Committee and the Montana Heritage Project administrative fees.

DP 6013 - 2009 Biennium Pay Plan - HB 13 - The legislature passed a pay plan (HB 13 of the 2007 regular session) that provides an additional 3.0 percent in FY 2008 and FY 2009, a 0.5 percent increase in the 10-year longevity increment, an additional 0.6 percent discretionary allocation, as well as an additional \$33 per month in health insurance contribution in FY 2008 and an additional \$36 per month in FY 2009. These amounts represent this program's allocation of costs to fund this pay plan.

DP 6014 - Retirement Employer Contributions - HB 131 - The legislature adopted HB 131, which increases the employer contribution to retirement systems. The amounts shown represent this program's allocation of costs to fund this increased contribution.

Program Legislative Budget

The following table summarizes the total legislative budget for the agency by year, type of expenditure, and source of funding.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2006	PL Base Adjustment Fiscal 2008	New Proposals Fiscal 2008	Total Leg. Budget Fiscal 2008	PL Base Adjustment Fiscal 2009	New Proposals Fiscal 2009	Total Leg. Budget Fiscal 2009	Total Leg. Budget Fiscal 08-09
FTE	14.75	0.00	0.00	14.75	0.00	0.00	14.75	14.75
Personal Services	590,797	123,645	23,406	737,848	125,545	53,743	770,085	1,507,933
Operating Expenses	127,676	18,811	80,000	226,487	19,809	0	147,485	373,972
Equipment	7,304	1,023	0	8,327	1,600	0	8,904	17,231
Total Costs	\$725,777	\$143,479	\$103,406	\$972,662	\$146,954	\$53,743	\$926,474	\$1,899,136
General Fund	658,645	136,541	101,326	896,512	139,934	49,149	847,728	1,744,240
State/Other Special	42	2,582	0	2,624	2,582	0	2,624	5,248
Federal Special	0	0	0	0	0	0	0	0
Proprietary	67,090	4,356	2,080	73,526	4,438	4,594	76,122	149,648
Total Funds	\$725,777	\$143,479	\$103,406	\$972,662	\$146,954	\$53,743	\$926,474	\$1,899,136

Program Description

The Research Center Program consists of the library, archives, and photograph archives functions. This program acquires, organizes, preserves, and makes accessible to the public published materials, historic records and manuscripts, photographs and related media, and oral histories illustrative of the history of Montana and the surrounding region. By statute, this program houses the official Archives of the State. It assists researchers seeking historical information.

Program Highlights

Research Center Program Major Budget Highlights
Research Center Program budget increases are due to: <ul style="list-style-type: none"> ◆ Statewide present law adjustments of \$290,500 over the 2009 biennium ◆ A new proposal to provide \$80,000 to archive the televised proceedings of the 2009 legislature and related interim proceedings

Funding

The following table shows program funding, by source, for the base year and for the 2009 biennium as adopted by the legislature.

Program Funding Table							
Research Center							
Program Funding	Base FY 2006	% of Base FY 2006	Budget FY 2008	% of Budget FY 2008	Budget FY 2009	% of Budget FY 2009	
01000 Total General Fund	\$ 658,645	90.8%	\$ 896,512	92.2%	\$ 847,728	91.5%	
01100 General Fund	658,645	90.8%	896,512	92.2%	847,728	91.5%	
02000 Total State Special Funds	42	0.0%	2,624	0.3%	2,624	0.3%	
02041 Mt Hist. Society Donations	42	0.0%	2,624	0.3%	2,624	0.3%	
06000 Total Proprietary Funds	67,090	9.2%	73,526	7.6%	76,122	8.2%	
06072 Misc Enterprise-Historical Soc	35,166	4.8%	37,681	3.9%	39,020	4.2%	
06076 Mhs Library Enterprise Funds	31,924	4.4%	35,845	3.7%	37,102	4.0%	
Grand Total	\$ 725,777	100.0%	\$ 972,662	100.0%	\$ 926,474	100.0%	

This program is funded through a combination of general fund, state special revenue from donations, and proprietary funds generated through the sale of photographs, photocopies, and fees charged for research time spent by staff on public requests.

Present Law Adjustments

The “Present Law Adjustments” table shows the primary changes to the adjusted base budget approved by the legislature. “Statewide Present Law” adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments										
-----Fiscal 2008-----						-----Fiscal 2009-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					153,413					155,393
Vacancy Savings					(29,768)					(29,848)
Inflation/Deflation					783					813
Inflation/Deflation					1,023					1,600
Fixed Costs					18,061					19,030
Total Statewide Present Law Adjustments					\$143,512					\$146,988
DP 6015 - State Motor Pool Rate Change	0.00	(30)	0	0	(33)*	0.00	(31)	0	0	(34)*
Total Other Present Law Adjustments	0.00	(\$30)	\$0	\$0	(\$33)*	0.00	(\$31)	\$0	\$0	(\$34)*
Grand Total All Present Law Adjustments					\$143,479*					\$146,954*

DP 6015 - State Motor Pool Rate Change - The funding for vehicle rentals and leases from the State Motor Pool was reduced from the level requested by the Governor.

New Proposals

New Proposals										
-----Fiscal 2008-----						-----Fiscal 2009-----				
Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 201 - TVMT Archiving - Rst/Bien/OTO										
02	0.00	80,000	0	0	80,000	0.00	0	0	0	0
DP 6013 - 2009 Biennium Pay Plan - HB 13										
02	0.00	20,584	0	0	22,494*	0.00	48,360	0	0	52,730*
DP 6014 - Retirement Employer Contributions - HB 131										
02	0.00	742	0	0	912*	0.00	789	0	0	1,013*
Total	0.00	\$101,326	\$0	\$0	\$103,406*	0.00	\$49,149	\$0	\$0	\$53,743*

DP 201 - TVMT Archiving - Rst/Bien/OTO - The legislature included an \$80,000 restricted, biennial, and one-time-only general fund appropriation for archiving of TVMT - Legislative proceedings.

DP 6013 - 2009 Biennium Pay Plan - HB 13 - The legislature passed a pay plan (HB 13 of the 2007 regular session) that provides an additional 3.0 percent in FY 2008 and FY 2009, a 0.5 percent increase in the 10-year longevity increment, an additional 0.6 percent discretionary allocation, as well as an additional \$33 per month in health insurance contribution in FY 2008 and an additional \$36 per month in FY 2009. These amounts represent this program’s allocation of costs to fund this pay plan.

DP 6014 - Retirement Employer Contributions - HB 131 - The legislature adopted HB 131, which increases the employer contribution to retirement systems. The amounts shown represent this program's allocation of costs to fund this increased contribution.

Program Legislative Budget

The following table summarizes the total legislative budget for the agency by year, type of expenditure, and source of funding.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2006	PL Base Adjustment Fiscal 2008	New Proposals Fiscal 2008	Total Leg. Budget Fiscal 2008	PL Base Adjustment Fiscal 2009	New Proposals Fiscal 2009	Total Leg. Budget Fiscal 2009	Total Leg. Budget Fiscal 08-09
FTE	9.85	0.00	1.30	11.15	0.00	1.30	11.15	11.15
Personal Services	214,671	77,887	61,596	354,154	66,051	83,244	363,966	718,120
Operating Expenses	37,633	(47,671)	9,541	(497)	(46,720)	5,541	(3,546)	(4,043)
Total Costs	\$252,304	\$30,216	\$71,137	\$353,657	\$19,331	\$88,785	\$360,420	\$714,077
General Fund	240,391	31,631	70,784	342,806	20,746	87,985	349,122	691,928
State/Other Special	6,461	(5,963)	0	498	(5,963)	0	498	996
Federal Special	0	0	0	0	0	0	0	0
Proprietary	5,452	4,548	353	10,353	4,548	800	10,800	21,153
Total Funds	\$252,304	\$30,216	\$71,137	\$353,657	\$19,331	\$88,785	\$360,420	\$714,077

Program Description

The Museum Program collects, preserves, and interprets the history of Montana through its material culture. The museum collects fine arts and historical, archaeological, and ethnological artifacts from Montana and the general geographic region. The program interprets its collections through exhibits, tours and traveling exhibits. The program also houses the society's education office that orchestrates events, programs, and materials on Montana history for learners of all ages.

Program Highlights

Museum Program Major Budget Highlights	
Museum Program budget increases are due to:	
◆	Statewide present law adjustments of \$539,611 that are reduced by \$489,989 of adjustments supported by lodging facility use taxes
◆	New proposals for 1.30 FTE and \$106,900 in general fund to provide assistance with cataloguing artifacts in the museum's collection

Funding

The following table shows program funding, by source, for the base year and for the 2009 biennium as adopted by the legislature.

Program Funding Table Museum Program						
Program Funding	Base FY 2006	% of Base FY 2006	Budget FY 2008	% of Budget FY 2008	Budget FY 2009	% of Budget FY 2009
01000 Total General Fund	\$ 240,391	95.3%	\$ 342,806	96.9%	\$ 349,122	96.9%
01100 General Fund	240,391	95.3%	342,806	96.9%	349,122	96.9%
02000 Total State Special Funds	6,461	2.6%	498	0.1%	498	0.1%
02007 Accommodations Tax	-	-	(2)	0.0%	(2)	0.0%
02041 Mt Hist. Society Donations	6,343	2.5%	500	0.1%	500	0.1%
02045 Orig Gov'S Mansion Restoration	118	0.0%	-	-	-	-
06000 Total Proprietary Funds	5,452	2.2%	10,353	2.9%	10,800	3.0%
06077 Mhs Museum Enterprise Funds	5,452	2.2%	10,353	2.9%	10,800	3.0%
Grand Total	\$ 252,304	100.0%	\$ 353,657	100.0%	\$ 360,420	100.0%

The Museum Program is funded through a combination of general fund, state special revenue from undesignated donations, and proprietary funds generated through sales of books, copies, photographs, and the rental of traveling exhibits.

Present Law Adjustments

The “Present Law Adjustments” table shows the primary changes to the adjusted base budget approved by the legislature. “Statewide Present Law” adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments										
Fiscal 2008						Fiscal 2009				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					268,550					269,571
Vacancy Savings					(19,329)					(19,369)
Inflation/Deflation					762					802
Fixed Costs					18,856					19,768
Total Statewide Present Law Adjustments					\$268,839					\$270,772
DP 20 - Move expended LA base of Lodging Facility Tax										
0.00 (238,586) 0 0 (238,586)	0.00	(238,586)	0	0	(238,586)	0.00	(251,403)	0	0	(251,403)
DP 6015 - State Motor Pool Rate Change										
0.00 (35) (2) 0 (37)	0.00	(35)	(2)	0	(37)	0.00	(36)	(2)	0	(38)
Total Other Present Law Adjustments										
0.00 (\$238,621) (\$2) \$0 (\$238,623)	0.00	(\$238,621)	(\$2)	\$0	(\$238,623)	0.00	(\$251,439)	(\$2)	\$0	(\$251,441)
Grand Total All Present Law Adjustments					\$30,216					\$19,331

DP 20 - Move expended LA base of Lodging Facility Tax - The legislature eliminated \$238,586 in statewide present law adjustments supported by lodging facility use taxes transferred from the Department of Commerce from the statewide present law adjustments in FY 2008 and \$251,403 in FY 2009. This ensured that the revenue and expenditures were not appropriated twice, once in the MHS’s budget and once in the Department of Commerce’s budget. Available expenditures to MHS did not change.

DP 6015 - State Motor Pool Rate Change - The funding for vehicle rentals and leases from the State Motor Pool was reduced from the level requested by the Governor.

New Proposals

New Proposals										
Fiscal 2008						Fiscal 2009				
Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 8 - Museum Assistant Registrar Positions										
03 1.30 55,000 0 0 55,000	1.30	55,000	0	0	55,000	1.30	51,000	0	0	51,000
DP 6013 - 2009 Biennium Pay Plan - HB 13										
03 0.00 15,326 0 0 15,658*	0.00	15,326	0	0	15,658*	0.00	36,500	0	0	37,272*
DP 6014 - Retirement Employer Contributions - HB 131										
03 0.00 458 0 0 479*	0.00	458	0	0	479*	0.00	485	0	0	513*
Total	1.30	\$70,784	\$0	\$0	\$71,137*	1.30	\$87,985	\$0	\$0	\$88,785*

DP 8 - Museum Assistant Registrar Positions - The legislature approved 1.30 FTE and \$106,000 in general fund over the biennium to support the Museum Program progress on the goal of having the museum collection cataloged into the museum software program and to assist implementation of compliance with policies governing the management of its collections to ensure all artifacts are properly controlled.

DP 6013 - 2009 Biennium Pay Plan - HB 13 - The legislature passed a pay plan (HB 13 of the 2007 regular session) that provides an additional 3.0 percent in FY 2008 and FY 2009, a 0.5 percent increase in the 10-year longevity increment, an additional 0.6 percent discretionary allocation, as well as an additional \$33 per month in health insurance contribution in FY 2008 and an additional \$36 per month in FY 2009. These amounts represent this program's allocation of costs to fund this pay plan.

DP 6014 - Retirement Employer Contributions - HB 131 - The legislature adopted HB 131, which increases the employer contribution to retirement systems. The amounts shown represent this program's allocation of costs to fund this increased contribution.

Program Legislative Budget

The following table summarizes the total legislative budget for the agency by year, type of expenditure, and source of funding.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2006	PL Base Adjustment Fiscal 2008	New Proposals Fiscal 2008	Total Leg. Budget Fiscal 2008	PL Base Adjustment Fiscal 2009	New Proposals Fiscal 2009	Total Leg. Budget Fiscal 2009	Total Leg. Budget Fiscal 08-09
FTE	5.75	0.00	0.00	5.75	0.00	0.00	5.75	5.75
Personal Services	196,740	67,405	51,526	315,671	68,221	63,050	328,011	643,682
Operating Expenses	173,937	1,512	0	175,449	1,747	0	175,684	351,133
Transfers	50,503	0	0	50,503	0	0	50,503	101,006
Total Costs	\$421,180	\$68,917	\$51,526	\$541,623	\$69,968	\$63,050	\$554,198	\$1,095,821
General Fund	50,503	(1,357)	43,334	92,480	(1,117)	44,546	93,932	186,412
Federal Special	0	0	0	0	0	0	0	0
Proprietary	370,677	70,274	8,192	449,143	71,085	18,504	460,266	909,409
Total Funds	\$421,180	\$68,917	\$51,526	\$541,623	\$69,968	\$63,050	\$554,198	\$1,095,821

Program Description

The Publications Program promotes the study of Montana history and education through lectures, publications, and curriculum materials. The program publishes quarterly editions of the award-winning Montana The Magazine of Western History and the Montana Post, the official newsletter of the society. It also publishes books under the Montana Historical Society Press imprint.

Program Highlights

Publications Program Major Budget Highlights	
♦	The Publications Program FY 2009 biennium budget increases about \$139,000 due to statewide present law adjustments supported by proprietary funding
♦	\$85,000 in general fund offsets personal services costs for an editor and business manager

Funding

The following table shows program funding, by source, for the base year and for the 2009 biennium as adopted by the legislature.

Program Funding Table Publications Program						
Program Funding	Base FY 2006	% of Base FY 2006	Budget FY 2008	% of Budget FY 2008	Budget FY 2009	% of Budget FY 2009
01000 Total General Fund	\$ 50,503	12.0%	\$ 92,480	17.1%	\$ 93,932	16.9%
01100 General Fund	50,503	12.0%	92,480	17.1%	93,932	16.9%
06000 Total Proprietary Funds	370,677	88.0%	449,143	82.9%	460,266	83.1%
06002 Mhs Publications Enterprise	370,677	88.0%	449,143	82.9%	460,266	83.1%
Grand Total	\$ 421,180	100.0%	\$ 541,623	100.0%	\$ 554,198	100.0%

The program is funded with a combination of general fund and proprietary funds. The general fund pays a portion of 2.00 FTE, the business manager and an editor, involved in publishing Montana The Magazine of Western History. Proprietary funds are generated through subscription sales for the magazine and sales of books published by the program.

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget approved by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments										
-----Fiscal 2008-----						-----Fiscal 2009-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					78,411					79,262
Vacancy Savings					(11,006)					(11,041)
Inflation/Deflation					1,155					1,162
Fixed Costs					368					596
Total Statewide Present Law Adjustments					\$68,928					\$69,979
DP 6015 - State Motor Pool Rate Change										
0.00	(1)	0	0	(11)*	0.00	(1)	0	0	(11)*	
Total Other Present Law Adjustments										
0.00	(\$1)	\$0	\$0	(\$11)*	0.00	(\$1)	\$0	\$0	(\$11)*	
Grand Total All Present Law Adjustments					\$68,917*					\$69,968*

DP 6015 - State Motor Pool Rate Change - The funding for vehicle rentals and leases from the State Motor Pool was reduced from the level requested by the Governor.

New Proposals

New Proposals										
-----Fiscal 2008-----						-----Fiscal 2009-----				
Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 6 - Increase State Support - Western History Magazine										
04	0.00	42,433	0	0	42,433	0.00	42,433	0	0	42,433
DP 6013 - 2009 Biennium Pay Plan - HB 13										
04	0.00	868	0	0	8,349*	0.00	2,079	0	0	19,687*
DP 6014 - Retirement Employer Contributions - HB 131										
04	0.00	33	0	0	744*	0.00	34	0	0	930*
Total	0.00	\$43,334	\$0	\$0	\$51,526*	0.00	\$44,546	\$0	\$0	\$63,050*

DP 6 - Increase State Support - Western History Magazine - The legislature provided \$42,433 in FY 2008 and \$42,433 in general fund to further offset personal service costs for an editor and a business manager.

DP 6013 - 2009 Biennium Pay Plan - HB 13 - The legislature passed a pay plan (HB 13 of the 2007 regular session) that provides an additional 3.0 percent in FY 2008 and FY 2009, a 0.5 percent increase in the 10-year longevity increment, an additional 0.6 percent discretionary allocation, as well as an additional \$33 per month in health insurance contribution in FY 2008 and an additional \$36 per month in FY 2009. These amounts represent this program's allocation of costs to fund this pay plan.

DP 6014 - Retirement Employer Contributions - HB 131 - The legislature adopted HB 131, which increases the employer contribution to retirement systems. The amounts shown represent this program's allocation of costs to fund this increased contribution.

Program Legislative Budget

The following table summarizes the total legislative budget for the agency by year, type of expenditure, and source of funding.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2006	PL Base Adjustment Fiscal 2008	New Proposals Fiscal 2008	Total Leg. Budget Fiscal 2008	PL Base Adjustment Fiscal 2009	New Proposals Fiscal 2009	Total Leg. Budget Fiscal 2009	Total Leg. Budget Fiscal 08-09
FTE	9.50	0.25	0.00	9.75	0.25	0.00	9.75	9.75
Personal Services	379,429	103,886	15,984	499,299	106,617	36,687	522,733	1,022,032
Operating Expenses	72,878	1,320	0	74,198	3,034	0	75,912	150,110
Grants	78,861	0	0	78,861	0	0	78,861	157,722
Total Costs	\$531,168	\$105,206	\$15,984	\$652,358	\$109,651	\$36,687	\$677,506	\$1,329,864
General Fund	46,164	110,872	1,366	158,402	112,307	3,177	161,648	320,050
State/Other Special	0	0	0	0	0	0	0	0
Federal Special	480,004	(5,666)	14,618	488,956	(2,656)	33,510	510,858	999,814
Proprietary	5,000	0	0	5,000	0	0	5,000	10,000
Total Funds	\$531,168	\$105,206	\$15,984	\$652,358	\$109,651	\$36,687	\$677,506	\$1,329,864

Program Description

The Historic Sites Preservation Program (State Historic Preservation Office) administers the Montana Antiquities Act (MCA 22-3-421; ARM 10.121.901) and Montana's participation in the National Historic Preservation Act of 1966, as amended, with its federal programs, guidelines, and grants-in-aid for historic preservation. Staff provide technical assistance to Montana property owners, including agencies, organizations, and the public. Staff maintains a statewide inventory of recorded historic and archaeological sites. They also review and comment on all proposed federally funded or permitted projects within the state to determine their effect on properties listed or eligible for listing in the National Register of Historic Places. Staff administers the National Register of Historic Places program in Montana through the state preservation review board. The office recommends certification of historic structures and rehabilitation projects for federal tax credits to citizens and businesses, as authorized by the Tax Reform Act of 1976. The program awards and administers pass-through federal grants to local governments participating in the federal Certified Local Government Program. The program may also award funds for historic survey and planning for historic areas and for bricks and mortar rehabilitation when funds are available.

Program Highlights

Historic Preservation Program Major Budget Highlights	
♦	The Historic Preservation Program FY 2009 biennium budget includes general fund increases of about \$223,000, primarily for statewide present law adjustments and to offset the reduction of funds due to transfer of indirect cost recoveries to the Administration Program
♦	The legislature reduced federal funds in this program to: <ul style="list-style-type: none"> Align appropriations with anticipated grant funds Ensure agency compliance with indirect cost recovery requirements for the Administration Program

Funding

The following table shows program funding, by source, for the base year and for the 2009 biennium as adopted by the legislature.

Program Funding Table Historic Preservation Pr						
Program Funding	Base FY 2006	% of Base FY 2006	Budget FY 2008	% of Budget FY 2008	Budget FY 2009	% of Budget FY 2009
01000 Total General Fund	\$ 46,164	8.7%	\$ 158,402	24.3%	\$ 161,648	23.9%
01100 General Fund	46,164	8.7%	158,402	24.3%	161,648	23.9%
03000 Total Federal Special Funds	480,004	90.4%	488,956	75.0%	510,858	75.4%
03021 Historic Sites Preservation	480,004	90.4%	(28,258)	-4.3%	(28,259)	-4.2%
03102 Federal Grants	-	-	517,214	79.3%	539,117	79.6%
06000 Total Proprietary Funds	5,000	0.9%	5,000	0.8%	5,000	0.7%
06073 Historical Society Management	5,000	0.9%	5,000	0.8%	5,000	0.7%
Grand Total	\$ 531,168	100.0%	\$ 652,358	100.0%	\$ 677,506	100.0%

The program is funded through a combination of general fund, federal special revenue from the National Park Service (NPS), and proprietary funds. The legislature decreased the federal special revenue appropriation by \$56,500 over the biennium to align the authority with the amount of the grant funding anticipated. They also reduced federal special revenue by \$74,125 each year of the biennium and increased general fund by a like amount to ensure federal indirect cost recoveries were appropriately budgeted in the Administration Program.

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget approved by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments										
-----Fiscal 2008-----						-----Fiscal 2009-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					114,789					117,636
Vacancy Savings					(19,767)					(19,883)
Inflation/Deflation					610					635
Fixed Costs					7,560					9,250
Total Statewide Present Law Adjustments					\$103,192	\$107,638				
DP 7 - State Historic Preservation Office Funding										
	0.25	30,276	0	0	30,276	0.25	30,276	0	0	30,276
DP 1007 - Federal Grant Revenue Reduction										
	0.00	0	0	(28,221)	(28,221)	0.00	0	0	(28,221)	(28,221)
DP 6015 - State Motor Pool Rate Change										
	0.00	(4)	0	(37)	(41)	0.00	(4)	0	(38)	(42)
Total Other Present Law Adjustments										
	0.25	\$30,272	\$0	(\$28,258)	\$2,014	0.25	\$30,272	\$0	(\$28,259)	\$2,013
Grand Total All Present Law Adjustments					\$105,206	\$109,651				

DP 7 - State Historic Preservation Office Funding - The legislature provided an increase in general fund to support an additional 0.25 FTE for a grant manager position, additional annual ITSD costs of \$16,912 each fiscal year relating to the state antiquities database, and to pay for the required meeting costs of \$4,500 for each fiscal year for the State Preservation Review Board.

DP 1007 - Federal Grant Revenue Reduction - The legislature reduced the appropriation for federal special revenue included for Historic Sites Preservation by \$28,221 in each year of the biennium to align the appropriation with the anticipated amount of federal special revenue.

DP 6015 - State Motor Pool Rate Change - The funding for vehicle rentals and leases from the State Motor Pool was reduced from the level requested by the Governor.

New Proposals

New Proposals										
-----Fiscal 2008-----						-----Fiscal 2009-----				
Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 6013 - 2009 Biennium Pay Plan - HB 13										
06	0.00	1,318	0	14,146	15,464	0.00	3,126	0	33,021	36,147
DP 6014 - Retirement Employer Contributions - HB 131										
06	0.00	48	0	472	520	0.00	51	0	489	540
Total	0.00	\$1,366	\$0	\$14,618	\$15,984*	0.00	\$3,177	\$0	\$33,510	\$36,687*

DP 6013 - 2009 Biennium Pay Plan - HB 13 - The legislature passed a pay plan (HB 13 of the 2007 regular session) that provides an additional 3.0 percent in FY 2008 and FY 2009, a 0.5 percent increase in the 10-year longevity increment, an additional 0.6 percent discretionary allocation, as well as an additional \$33 per month in health insurance contribution in FY 2008 and an additional \$36 per month in FY 2009. These amounts represent this program's allocation of costs to fund this pay plan.

DP 6014 - Retirement Employer Contributions - HB 131 - The legislature adopted HB 131, which increases the employer contribution to retirement systems. The amounts shown represent this program's allocation of costs to fund this increased contribution.